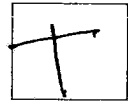


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02301A
Tortolita Water Co., Inc.
~~3567 E. Sunrise Dr., Ste 119~~
Tucson, AZ 85718

3573 E Sunrise Dr., Ste 133

RECEIVED

MAR 2 2008

AZ CORP COMM
Director Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2007
----	----	------

FOR COMMISSION USE

ANN 04	07
--------	----

PROCESSED BY:

3-31-08

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>Tortolita Water Co., Inc</u>		
Mailing Address <u>3573 E. Sunrise Dr, Ste 133</u>		
<u>Tucson</u> (City)	<u>AZ</u> (State)	<u>85718</u> (Zip)
<u>(520) 615-9802</u> Telephone No. (Include Area Code)	<u>(520) 615-9789</u> Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address _____		
Local Office Mailing Address <u>same as above</u>		
 (City)	 (State)	 (Zip)
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>Daniel H. O'Connell</u>		<u>President</u>
(Name)		(Title)
<u>3573 E. Sunrise Dr #133</u>	<u>Tucson, AZ</u>	<u>85718</u>
(Street)	(City)	(State) (Zip)
<u>(520) 615-9802</u>	<u>(520) 615-9802</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address _____		
On Site Manager: _____		
(Name)		
 (Street)	 (City)	 (State) (Zip)
 Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address _____		

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Daniel H. O'Connell P.C.

(Name)

3573 E. Sunrise Dr #133 Tucson Az 85718

(Street)

(City)

(State)

(Zip)

(520) 615-9802

(520) 615-9789

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☒ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME Tortolita Water Co., Inc

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	50,000.	N/A	—
304	Structures and Improvements	127,338.	8490	118,848
307	Wells and Springs	—		
311	Pumping Equipment	68,634.	20,908	47,726
320	Water Treatment Equipment	—		
330	Distribution Reservoirs and Standpipes	64,059	4294	59,765
331	Transmission and Distribution Mains	101,500	4060	97,440
333	Services	13,500	900	12,600
334	Meters and Meter Installations	1136	567	569
335	Hydrants	11,888	476	11,412
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	438,055.	39,695	398,360

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Tortolita Water Co., Inc.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	50,000	NA	—
304	Structures and Improvements	127,338	3.33	4245.
307	Wells and Springs	—		
311	Pumping Equipment	68,634	11.59	7954
320	Water Treatment Equipment	—		
330	Distribution Reservoirs and Standpipes	64,059	3.35	2147
331	Transmission and Distribution Mains	101,500	2.	2030
333	Services	13,500	3.33	450
334	Meters and Meter Installations	1136	5.89	95
335	Hydrants	11,888	2.	238
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	438,055		17,159

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME Tortolita Water Inc

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 5389.69	\$ 1900.99
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	207.67	1181.82
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 5597.36	\$ 3082.81
	FIXED ASSETS		
101	Utility Plant in Service	\$ 388,054.72	\$ 388,054.72
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation -- Utility Plant	< 22,536.00 >	< 39,645.00 >
121	Non-Utility Property	50,000.00	50,000.00
122	Accumulated Depreciation -- Non Utility		
	TOTAL FIXED ASSETS	\$ 415,518.72	\$ 398,359.72
	TOTAL ASSETS	\$ 421,116.08	\$ 401,442.53

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME Tortolita Water Co., Inc

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	690.00	690.00
236	Accrued Taxes	112.57	150.08
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 802.57	\$ 840.08
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ 802.57	\$ 840.08
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 400.00	\$ 400.00
211	Paid in Capital in Excess of Par Value	468,619.00	471,619.00
215	Retained Earnings	< 48,705.49	< 71,416.55
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 420,313.51	\$ 400,602.45
	TOTAL LIABILITIES AND CAPITAL	\$ 421,116.08	\$ 401,442.53

COMPANY NAME Tortolita Water Co., Inc

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 1111.43	\$ 1725.28
460	Unmetered Water Revenue	16.50	
474	Other Water Revenues		
	TOTAL REVENUES	\$ 1127.93	\$ 1725.28
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	1595.20	1652.75
618	Chemicals		
620	Repairs and Maintenance		
621	Office Supplies and Expense	114.85	869.33
630	Outside Services	1750.00	3790.00
635	Water Testing	618.14	755.39
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	160.96	128.98
403	Depreciation Expense	17,131.05	17,159.00
408	Taxes Other Than Income		
408.11	Property Taxes	36.05	44.10
409	Income Tax	45.00	45.00
	TOTAL OPERATING EXPENSES	\$ 21,451.25	\$ 24,444.55
	OPERATING INCOME/(LOSS)	\$ <20,323.32>	\$ <22,719.27>
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 9.51	\$ 8.21
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses	<9199.35>	
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ <9189.84>	\$ 8.21
	NET INCOME/(LOSS)	\$ <29,513.16>	\$ <22,711.06>

COMPANY NAME

Tortolita Water Co., Inc

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan	NA			
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$

Meter Deposits Refunded During the Test Year

\$

COMPANY NAME	Tortolita Water Co., Inc.		
Name of System:	Tortolita Water	ADEQ Public Water System Number:	10154

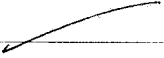
WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
56-000377	5 HP	22 gpm	700	8	1	1970

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
3 HP	2	5	
40 HP	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
15000	2	2000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	Tortolita Water Co., Inc	
Name of System:	Tortolita Water	ADEQ Public Water System Number: 10154

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6	PVC	1500
8	PVC	2600
10		
12		
6	Ductile Iron	54
8	Ductile Iron	90

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	
3/4	
1	2
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

6 ft block wall surrounding site

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: <u>Tortolita Water Co. Inc</u>	
Name of System: <u>Tortolita Water</u>	ADEQ Public Water System Number: <u>10154</u>

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	2	13.5	16.0	0
FEBRUARY	2	19.6	22.1	0
MARCH	2	19.1	21.0	0
APRIL	2	23.5	25.8	0
MAY	2	28.9	32.3	0
JUNE	2	25.3	27.1	0
JULY	2	24.9	27.3	0
AUGUST	2	21.4	10.7	0
SEPTEMBER	2	23.2	44.5	0
OCTOBER	2	30.0	34.3	0
NOVEMBER	2	23.9	25.4	0
DECEMBER	2	20.0	16.0	0
TOTALS →		273.3	302.5	0

What is the level of arsenic for each well on your system? .0002 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 1000 GPM for 2 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
() Yes (✓) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
(✓) Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
() Yes (✓) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Tortolita Water Co. Inc. YEAR ENDING 12/31/2007

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 44.10

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

Account: 2507485785



Compass
Bank

Page 2 of 2

Enclosures 0

31

Sep 29, 2007 to Oct 31, 2007

TORTOLITA WATER CO INC

Image Items

#1288	10/18	\$44.10
<div>Tortolita Water Co., Inc. 3475 North American Blvd Tucson, AZ 85718 (520) 435-7852</div>		
Pay to the order of Pima County Treasurer		\$ 44.10
Pay to the order of \$100.00		
Pima County Treasurer PO Box 29411 Phoenix, AZ 85068-9011		0
2 people		
#001288# 12221059442 2507485785#		#00000044107

Tortolita Water Co., Inc.

3567 E Sunrise Dr., Ste 119
Tucson, AZ 85718
(520) 615-9802

COMPASS BANK

1288

91-574/1221

10/9/2007


PAY
TO THE
ORDER OF

Pima County Treasurer

\$ **44.10

Forty-Four and 10/100***** DOLLARS

Pima County Treasurer
PO Box 29011
Phoenix, AZ 85038-9011



AUTHORIZED SIGNATURE

MEMO

2 parcels

⑈001288⑈ ⑆122105744⑆ 2507485785⑈

Tortolita Water Co., Inc.

Pima County Treasurer

903 60 6100
218 44 290 B

10/9/2007

1288

34.59
9.51

Compass Bank Checki 2 parcels

44.10

Tortolita Water Co., Inc.

Pima County Treasurer

903 60 6100
218 44 290 B

10/9/2007

1288

34.59
9.51

Compass Bank Checki 2 parcels

44.10

Security features. Details on back.



**VERIFICATION
AND
SWORN STATEMENT
Taxes**

RECEIVED

MAR 27 2008

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) <u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE <u>Daniel H. O'Connell, President</u>
COMPANY NAME <u>Tortolita Water Co., Inc</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

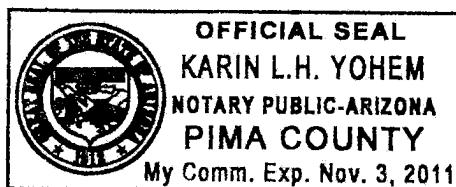
MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



[Signature]
SIGNATURE OF OWNER OR OFFICIAL
(520) 615-9802
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 25th DAY OF

COUNTY NAME <u>Pima</u>	
MONTH <u>March</u>	<u>2008</u>

(SEAL)

Karin L.H. Yohe
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES Nov 3, 2011

COMPANY NAME Torbilita Water Co., Inc YEAR ENDING 12/31/2007

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u><20,861.00></u>
Estimated or Actual Federal Tax Liability	<u>- 0 -</u>
State Taxable Income Reported	<u><20,832.00></u>
Estimated or Actual State Tax Liability	<u>45.00</u>

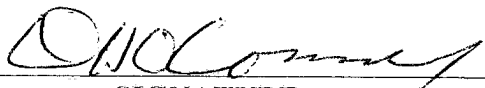
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>-</u>
Amount of Gross-Up Tax Collected	<u>-</u>
Total Grossed-Up Contributions/Advances	<u>-</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE

March 25, 2008

DATE

Daniel H. O'Connell

PRINTED NAME

President

TITLE

RECEIVED
MAR 27 2008
ARIZONA CORP COMM
Director Utilities

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE <u>Daniel H. O'Connell, President</u>
COMPANY NAME <u>Tortolita Water Co., Inc</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$) \$ <u>1725.28</u>
--

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 105.05
IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

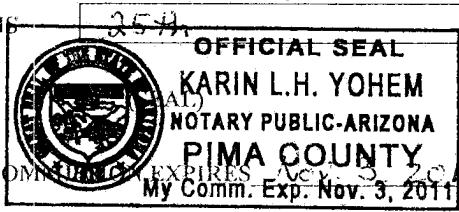
Daniel H. O'Connell
SIGNATURE OF OWNER OR OFFICIAL
(520) 615-9802
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 25th DAY OF

COUNTY NAME <u>Pima</u>	
MONTH <u>March</u>	<u>2008</u>



Karin L.H. Yohe
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES Nov. 3, 2011

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE**
Intrastate Revenues Only

RECEIVED

MAR 21 2008

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Pima</u>	
NAME (OWNER OR OFFICIAL) <u>Daniel H. O'Connell</u>	TITLE <u>President</u>
COMPANY NAME <u>Tortolita Water Inc.,</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2007</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 1725.28

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 105.05

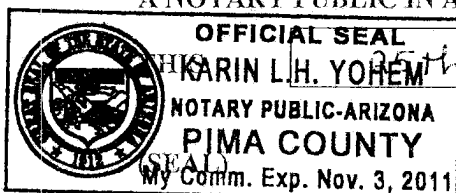
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

D. H. O'Connell
SIGNATURE OF OWNER OR OFFICIAL
(520) 615-9802
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



DAY OF

NOTARY PUBLIC NAME <u>Karin L. H. Yohem</u>	
COUNTY NAME <u>Pima</u>	
MONTH <u>March</u>	<u>2008</u>

MY COMMISSION EXPIRES Nov 3, 2011

X Karin L. H. Yohem
SIGNATURE OF NOTARY PUBLIC